GOVERNMENT OF INDIA
CHEMICALS AND FERTILIZERS
LOK SABHA

STARRED QUESTION NO:280
ANSWERED ON:21.03.2017
Setting up of New Chemical and Fertilizer Plants
Butta Smt. Renuka

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

(a) whether the Government has received any proposal for setting up of new Chemical and Fertilizer plants in various States of the country;

(b) if so, the details thereof during the last three years and the current year, company and State-wise including Andhra Pradesh;

(c) the names of the companies granted permission to set up the said plants, State-wise; and

(d) whether the Government has any scheme to encourage or provide incentives for setting up of such plants in various parts of the country including in backward region of Rayalaseema in Andhra Pradesh and if so, the details thereof?

Answer

MINISTER OF CHEMICALS & FERTILIZERS AND PARLIAMENTARY AFFAIRS

(SHRI ANANTHKUMAR)

*(a to d).: A Statement is laid on the table of the House.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (d) OF THE LOK SABHA STARRED QUESTION NO. 280* TO BE ANSWERED ON 21.03.2017 REGARDING "SETTING UP OF NEW CHEMICAL & FERTILIZER PLANTS".

(a) to (d): The Government has notified New Investment Policy − 2012 on 2nd January, 2013 and its amendment on 7th October, 2014 to facilitate fresh investment in urea sector and to make India self-sufficient in the urea sector. Based on NIP − 2012, any interested company can establish urea plants in the country. At present, Department of Fertilizers has received 9 proposals for setting up of Greenfield and Brownfield (Expansion) urea projects which are as under:-

Sl No. Name of Company Projects Types State

1 Indo-Gulf Fertilizers Ltd. Jagdishpur Brownfield Expansion urea project at Jagdishpur Private Uttar Pradesh

2 Chambal Fertilizers & Chemicals Ltd − Gadepan Brownfield Ammonia − Urea units at Gadepan - Kota Private Rajasthan

3 Matix Fertilizers &Chemicals Ltd,Panagarh Greenfield/Brownfield Ammonia − Urea Fertilizers Complex at Panagarh Private West Bengal

4 Rashtritya Chemicals & Fertilizers Ltd.- Thal Brownfield Ammonia − Urea Expansion project at Thal CPSU Maharashtra

5 Kanpur Fertilizers & Cement Ltd. Greenfield Project at Jabalpur Private Madhya Pradesh

6 Nagarjuna Fertilizers & Chemicals Ltd. Brownfield project at Kakinada, Andhra Pradesh Private Andhra Pradesh

7 Fertilizers and Chemicals Travancore Ltd, Cochin Division* Brownfield NP production at FACT Cochin Division CPSU Kerala

8 National Fertilizers Limited, Nangal site Greenfield Urea Project at Nangal site, Punjab CPSU Punjab

9 Rashtriya Chemicals & Fertilizers Ltd.* Brownfield NPK Fertilizer plant at Thal CPSU Maharastra

* Not covered under NIP-2012 being non-urea project.

As per the terms of the NIP Policy, all the project proponents are required to furnish Bank Guarantee (BG) of Rs. 300/- crores for each project linked to milestone in the project cycle. PSUs are, however, exempted from submitting the Bank Guarantee as per amendment to NIP − 2012.

Only, CFCL has furnished the Bank Guarantee of Rs. 300 crores to the Government of India as per the provisions of NIP-2012 and its amendment. On achieving the first milestone of the project, Rs 100 crores has been released to CFCL.

MATIX Train-I is reported to be ready for commissioning.
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